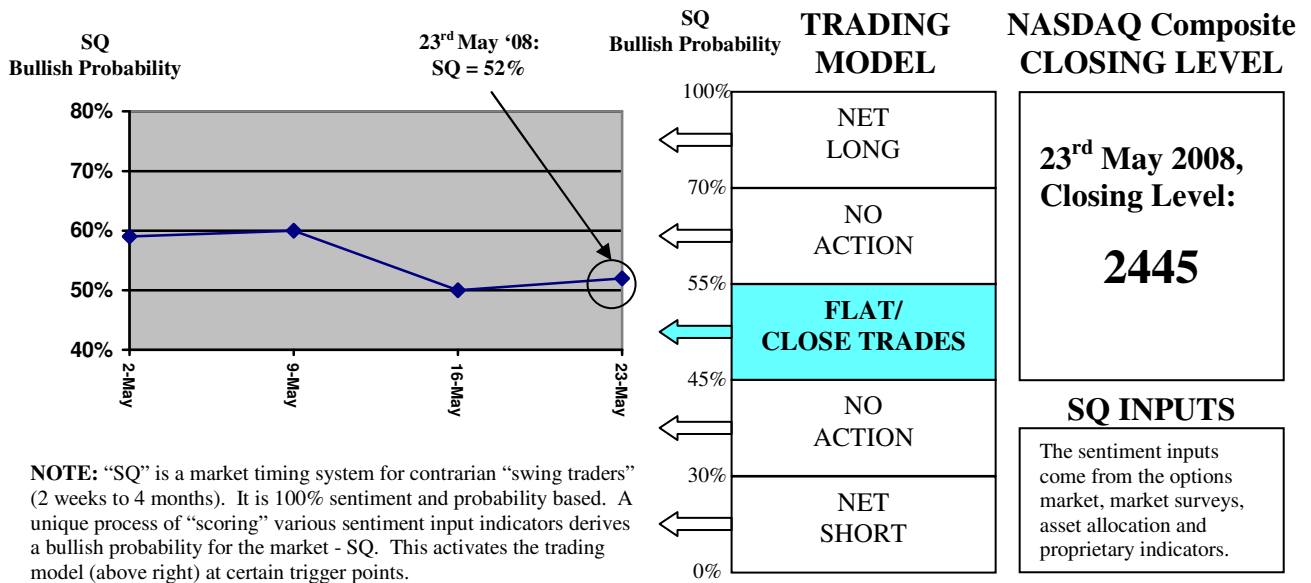


Swing Trading Bulletin

Week 210,
Market Close,
23rd May 2008



NOTE: "SQ" is a market timing system for contrarian "swing traders" (2 weeks to 4 months). It is 100% sentiment and probability based. A unique process of "scoring" various sentiment input indicators derives a bullish probability for the market - SQ. This activates the trading model (above right) at certain trigger points.

Commentary

Our LONG trade was stopped out last Tuesday (20th May) at 2502, the level which was documented in last weekend's report. This was timely since the market subsequently fell further. This trade had been entered a few months earlier at an average level of 2230 and is the 9th consecutive winning closed trade (there have been no incorrect signals to date). The model's real-time return is now +84.0% since inception (exactly 4 years ago) and +12.2% year to date for 2008.

Trading Model Rules

All trades are against the NASDAQ Composite and executed either:

- Against the coming week's opening level of the Composite index.
- Via limit/stop orders at a specified level as described in the prior week's report.

Zero transaction/trading costs assumed and no spread. No interest on cash balances. All stop and limit orders entered at the next market open on a "good until cancelled" basis; specified order levels correspond to the NASDAQ Composite. Cancellation can take place only within a report such as this. All trades executed at closest exact level (no fractions).

Current Trades and Open Positions

Trades Executed Last Week:

Full LONG position closed at 2502 on Tuesday 20th May (Stop Order specified in last weekend's report was activated).

Current Open Positions:

\$US 1,839,937 in cash.

Current Pending Orders/New Trades:

NONE.

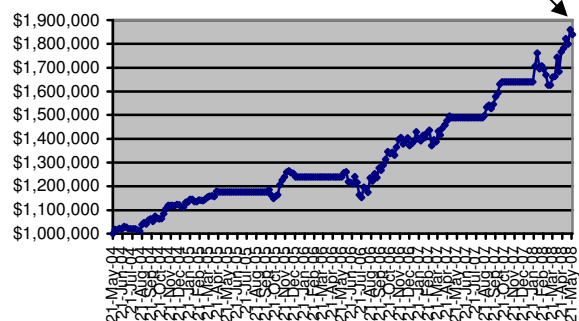
Weekly Performance Track (23rd May '08)

Starting Capital: US\$1,000,000 (21st May 2004).

9 Winning Closed Trades, 0 Losing Closed Trades.

Change in NAV since 1 week ago: - 1.1%

Change in NAV since inception: **+84.0%**



Disclaimer: The timing signals and comments provided by ContraQuant Limited are for research and information purposes only, and should not be considered as investment advice. Descriptions of trading posture and trades simulate our own investment activity, and do not in any way infer that such actions are likely to be profitable. Reliance upon information provided by ContraQuant Limited is at your own risk, and we shall not be held liable for any loss due to posted timing signals and comments. Further, ContraQuant Limited is not registered with any association in any capacity to give investment advice. This document may not be reproduced nor copies circulated without prior authority.